

DEBTOR EASY STREET MEZZANINE

**MONTHLY OPERATING REPORT  
CHAPTER 11**

CASE NO. 09-29908

**Form 2-A  
CASH RECEIPTS AND DISBURSEMENTS STATEMENT**

**For Period May 1 to May 31, 2010**

Accounting Method ☒ Accrual Basis ☐ Cash Basis

**THIS REPORT IS DUE 15 DAYS AFTER THE END OF THE MONTH**

Mark On Box Each  
Required Document

Debtor must attach each of the following reports/documents unless the U.S. Trustee has waived the requirement in writing. File the original with the Clerk of Court. Submit a duplicate, with original signature, to the U.S. Trustee

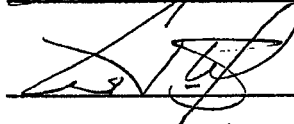
Report /Document Waived	Previously Waived	REQUIRED REPORTS / DOCUMENTS
<input checked="" type="checkbox"/>	<input type="checkbox"/>	1. Cash Receipts and Disbursement Schedule (Form 2-B)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	2. Balance Sheet (Form 2-C)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3. Profit and Loss Statement (Form 2-D)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	4. Supporting Schedules (Form 2-E)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	5. Quarterly Fee Summary (Form 2-F)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	6. Narrative (Form 2-G)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	7. Bank Statements for All Bank Accounts
<input checked="" type="checkbox"/>	<input type="checkbox"/>	8. Bank Statement Reconciliations for all Bank Accounts

**I declare under the penalty of perjury that the following Monthly Operating Report, and any attachments thereto are true, accurate, and correct to the best of my knowledge and belief.**

Executed on JUNE 15, 2010 Print Name

WILLIAM SHARP

Signature



Title

Manager

DEBTOF EASY STREET MEZZANINE

CASE NO.

09-29908

**Form 2-B**  
**CASH RECEIPTS AND DISBURSEMENTS STATEMENT**

**For Period May 1 to May 31, 2010**

**ay 1 to May 31, 2010**

<b>CASH FLOW SUMMARY</b>	<b>CURRENT MONTH</b>	<b>ACCUMULATED</b>
<b>1. Beginning Cash Balance</b>	\$ - 1	\$ - 1
<b>2. Cash Receipts</b>		
Operations	\$ -	\$ -
Sales of Assets	\$ -	\$ -
Loans / Advances	\$ -	\$ -
Other	\$ -	\$ -
<b>Total Cash Receipts</b>	\$ -	\$ -
<b>3. Cash Disbursements</b>		
Operations	\$ -	\$ -
Debt Service/Secured Loan Payment	\$ -	\$ -
Professional Fees/US Trustee Fees	\$ -	\$ -
Other	\$ -	\$ -
<b>Total Cash Disbursements</b>	\$ -	\$ -
<b>4. Net Cash Flow (Total Cash Receipts less Total Cash Disbursements)</b>	\$ -	\$ -
<b>5. End Cash Balance (to Form 2-C)</b>	\$ - 2	\$ - 2

**CASH BALANCE SUMMARY**

	<b>Financial Institution</b>	<b>Book Balance</b>
Petty Cash		
DIP Operating Account		\$ -
DIP State Tax Account		\$ -
DIP Payroll Account		\$ -
Other Operating Account		\$ -
Other Interest Bearing Account		\$ -
<b>TOTAL</b>		\$ - 3
(must agree with Ending Cash Balance above)		

DEBTOF EASY STREET MEZZANINE

CASE NO.

09-29908

Form 2-B

CASH RECEIPTS AND DISBURSEMENTS STATEMENT

For Period May 1 to May 31, 2010

CASH RECEIPTS DETAIL

(ATTACH ADDITIONAL SHEETS AS NECESSARY)

Account No.

Date	Payer
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Description
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Amount
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Total Cash Receipts

1

(1) Total for all accounts should agree with the total cash receipts listed on Form 2-B, page 1

DEBTOR EASY STREET MEZZANINE

CASE NO.

09-29908

Form 2-B

**CASH RECEIPTS AND DISBURSEMENTS STATEMENT**

For Period May 1 to May 31, 2010

**CASH DISBURSEMENTS DETAIL**

Account No.

Date	Payer	Description	Amount
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**Total Cash Disbursements**

                     1

(1) Total for all accounts should agree with the total cash disbursements listed on Form 2-B, page 1

**DEBTOR**  
EASY STREET MEZZANINE

**CASE NO.** 09-29908

**Form 2-C**  
**COMPARATIVE BALANCE SHEET**  
**For Period Ending May 31, 2010**

For Period May 1 to May 31, 2010	<b>CURRENT MONTH</b>	<b>ACCUMULATED</b>
<b>ASSETS</b>		
Current Assets		
Cash (from Form 2-B, Line 5)	\$ -	\$ -
Accounts Receivable (from Form 2-E)	\$ -	\$ -
Receivable from Officers, Employees, Affiliates	\$ -	\$ -
Inventory	\$ -	\$ -
Other Current Assets		
Total Current Assets	<u>\$ -</u>	<u>\$ -</u>
Fixed Assets		
Land	\$ -	\$ -
Building	\$ -	\$ -
Equipment, Furniture & Fixtures	\$ -	\$ -
Total Fixed Assets	\$ -	\$ -
Less: Accumulated Depreciation		
Net Fixed Assets	<u>\$ -</u>	<u>\$ -</u>
Other Fixed Assets	\$ 13,913,647.00	\$ 13,913,647.00
<b>TOTAL ASSETS</b>	<u><u>\$ 13,913,647.00</u></u>	<u><u>\$ 13,913,647.00</u></u>
<b>LIABILITIES</b>		
Post Petition Accounts Payables (Form 2-E)	\$ -	\$ -
Post Petition Accrued Professional Fees (Form 2-E)	\$ -	\$ -
Post Petition Taxes Payable (Form 2-E)	\$ -	\$ -
Post Petition Notes Payable	\$ -	\$ -
Other Post Petition Payables	\$ -	\$ -
Total Post Petition Liabilities	<u>\$ -</u>	<u>\$ -</u>
Pre Petition Liabilities		
Secured Debt	\$ 12,379,795.00	\$ 12,379,795.00
Priority Debt	\$ -	\$ -
Unsecured Debt	\$ 59,197.00	\$ 59,197.00
Total Pre Petition Debt	<u>\$ 12,438,992.00</u>	<u>\$ 12,438,992.00</u>
<b>TOTAL LIABILITIES</b>	<u><u>\$ 12,438,992.00</u></u>	<u><u>\$ 12,438,992.00</u></u>
<b>OWNER EQUITY</b>		
Owner/Stockholder Equity	\$ 1,474,655.00	\$ 1,474,655.00
Retained Earnings - Prepetition	\$ -	\$ -
Retained Earnings - Post Petition	\$ -	\$ -
<b>TOTAL OWNERS' EQUITY</b>	<u><u>\$ 1,474,655.00</u></u>	<u><u>\$ 1,474,655.00</u></u>
<b>TOTAL LIABILITIES &amp; OWNER EQUITY</b>	<u><u>\$ 13,913,647.00</u></u>	<u><u>\$ 13,913,647.00</u></u>

D EASY STREET MEZZANINE

CASE NO.

09-29908

**Form 2-D**  
**PROFIT AND LOSS STATEMENT**  
**For Period May 1 to May 31, 2010**

	CURRENT MONTH	ACCUMULATED
For Period May 1 to May 31, 2010		
Gross Operating Revenues	\$ -	\$ -
Less: Discounts, Returns, Allowances	\$ -	\$ -
<b>Net Operating Revenue</b>	\$ -	\$ -
Cost of Goods Sold	\$ -	\$ -
<b>Gross Profits</b>	\$ -	\$ -
Operating Expenses		
Officer Compensation	\$ -	\$ -
Selling, General & Administrative	\$ -	\$ -
Rents & Leases	\$ -	\$ -
Depreciation, Depletion, & Amortization	\$ -	\$ -
Others	\$ -	\$ -
<b>Total Operating Expenses</b>	\$ -	\$ -
<b>Operating Income (Loss)</b>	\$ -	\$ -
Non Operating Income and Expenses		
Other Non Operating Expenses	\$ -	\$ -
Gains (Losses) on Sale of Assets	\$ -	\$ -
Interest Income	\$ -	\$ -
Interest Expense	\$ -	\$ -
Owner Rental Commissions	\$ -	\$ -
<b>Net Non Operating Income or (Expenses)</b>	\$ -	\$ -
Reorganization Expenses		
Legal & Professional Expenses	\$ -	\$ -
Other Reorganizational Expenses	\$ -	\$ -
<b>Total Reorganizational Expenses</b>	\$ -	\$ -
<b>Net Income (loss) Before Income Taxes</b>	\$ -	\$ -
Federal & State Income Tax Expense (Benefit)	\$ -	\$ -
<b>NET INCOME (LOSS)</b>	\$ -	\$ -

**DEBTOR**  
EASY STREET MEZZANINE

**CASE NO.** 09-29908

**Form 2-E**  
**SUPPORTING SCHEDULES**  
**For Period May 1 to May 31, 2010**

**POST PETITION TAXES PAYABLE SCHEDULE**

For Period May 1 to May 31, 2010

	<b>Beginning Balance</b>	<b>Amount Accrued</b>	<b>Amount Paid</b>	<b>Date Paid</b>	<b>Check Number</b>	<b>Ending Balance</b>
Income Tax Withheld Federal State						
FICA Tax Withheld						
Employers Fica Tax						
Unemployment Tax Federal State						
Sales, Use & Excise Tax						
Property Tax						
Accrued Income Tax Federal State Other						
<b>TOTALS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>			<b>\$ -</b>

(1) For first report, Beginning Balance will be \$0: Beginning Balance will be Ending Balance from prior report

**INSURANCE SCHEDULE**

	<b>Carrier</b>	<b>Amount of Coverage</b>	<b>Expiration Date</b>	<b>Premium Paid Through</b>
Workers Compensation				
General Liability				
Property (Fire Theft)				
Vehicle				
Others				
		<b>\$ -</b>		

**DEBTOR**

Easy Street Partners, LLC **CASE NO.** 09-29908

**Form 2-E  
SUPPORTING SCHEDULES  
For Period May 1 to May 31, 2010**

**ACCOUNTS RECEIVABLE & POST PETITION PAYABLE SCHEDULE**

<b>DUE</b>	<b>ACCOUNTS RECEIVABLE</b>	<b>POST PETITION ACCOUNTS PAYABLE</b>
Under 30 Days		
31 to 60 Days		
61 to 90 Days		
91 to 120 Days		
Over 120 Days		
<b>TOTAL POST PETITION</b>	<u>\$ -</u>	
<b>PRE PETITION AMOUNT</b>	<u>                    </u>	
Total Accounts Receivable		
Less: Bad Debt Reserve		
<b>Net Accounts Receivable (to Form 2-C)</b>	<u>\$ -</u>	

Total Post Petition  
Accounts Payable \$ -

**\*Attach a detail listing accounts receivable and post petition accounts payable**

**SCHEDULE OF PAYMENTS TO ATTORNEYS & OTHER PROFESSIONALS**

<b>Month End Retainer Balance</b>	<b>Current Month's Accrual</b>	<b>Paid in Current Month</b>	<b>Date of Court Approval</b>	<b>Month End Balance Due*</b>
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Debtor's Counsel  
Counsel for Unsecured  
Creditors Committee  
Trustee Counsel  
Accountant  
Other

Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
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\* Balance due to Include fees and expenses incurred but not yet paid.

**Schedule of Payments & Transfers to Principals / Executives\*\***

Payee Name	Position	Nature of Payment	Amount
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**\*\* List payments and transfers of any kind and in any form made to or for the benefit of any proprietor owner, partner, officer, or director.**



**DEBTOR**

**CASE NO.** 09-29908

**Form 2-F  
QUARTERLY FEE SUMMARY\*  
For Period Ending May 31, 2010**

Month	Year	Cash Disbursement**	Quarterly Fee Due	Check Number	Date Paid
For Period May 1 to May 31, 2010					
January		\$ -			
February					
March					
Total 1st Qtr		\$ -	\$ 325.00		
April					
May					
June					
Total 2nd Qtr		\$ -	\$ -		
July					
August					
September					
Total 3rd Qtr		\$ -	\$ -		
October					
November					
December					
Total 4th Qtr		\$ -	\$ -		

**FEE SCHEDULE (AS OF JANUARY 1, 2008)**

Quarterly Disbursements			Fee
\$ -	to	\$ 14,999	\$ 325.00
\$ 15,000	to	\$ 74,999	\$ 650.00
\$ 75,000	to	\$ 149,999	\$ 975.00
\$ 15,000	to	\$ 224,999	\$ 1,625.00
\$ 225,000	to	\$ 299,999	\$ 1,950.00
\$ 300,000	to	\$ 999,999	\$ 4,875.00
\$ 1,000,000	to	\$ 1,999,999	\$ 6,500.00
\$ 2,000,000	to	\$ 2,999,999	\$ 9,750.00
\$ 3,000,000	to	\$ 4,999,999	\$ 10,400.00
\$ 5,000,000	to	\$ 14,999,999	\$ 13,000.00
\$ 15,000,000	to	\$ 29,999,999	\$ 20,000.00
\$ 30,000,000	to	more	\$ 30,000.00

\* This summary is to reflect the current year's information cumulative to the end of the reporting period

\*\*Should agree with line 3 Form 2-B. Disbursements are net of transfers to other debtor in possession bank accounts

Failure to pay the quarterly fee is cause for conversion or dismissal of the chapter 11 case. [11 USC Sec 112(b)(10)]

In addition, unpaid fees are considered a debt owed the United States and will be assessed interest under 31 USC 3717

DEBTOR EASY STREET MEZZANINE CASE NO 09-29908

Form 2-G  
**NARRATIVE**  
For Period Ending May 31, 2010

**Please provide a brief description of any significant business and legal actions taken by the debtor, its creditors, or the court during the reporting period, any unusual or non-recurring accounting transactions that are reported in the financial statements, and any significant changes in the financial condition of the debtor which may have occurred subsequent to the report date.**

A hearing on confirmation of the proposed plan of reorganization for the Debtor's affiliate Easy Street Partners has been scheduled for June 25, 2010, at 10:00 a.m., with dates for the submission of supplemental materials, objections, and ballots on dates as set forth in the Debtor's notice dated June 1, 2010. On June 11, 2010, the Court terminated the exclusivity period to file and confirm a plan and ordered that the Debtor file any amended plan on or before June 16, 2010, with the supplement relating to the amended plan by June 21, 2010. If the supplement is not filed by June 21, the confirmation hearing will be stricken. If WestLB files a disclosure statement by June 16, the parties have through June 23 to file objections to the adequacy of the disclosure statement and the Court will hear the matter on June 25 at 10:00 a.m.

Operating highlights of Easy Street Partners are described in its financial report for May 2010.

**DEBTOR**

**POST CONFIRMATION QUARTERLY REPORT**

**CH 11 CASE NO.**

**FOR QUARTER ENDED**

**SUMMARY OF DISBURSEMENTS MADE DURING QUARTER**

1. Cash Balance, Beginning of Quarter

For Period May 1 to May 31, 2010

3. Cash Disbursements during Quarter including Plan Payments

4. Cash Balance End of Quarter(or as of report date for final report)

**SUMMARY OF AMOUNTS DISBURSED UNDER PLAN**

\$ -

	Paid During Quarter	Total Paid To Date	Total Pyts Projected Under the Plan
1. ADMINISTRATIVE EXPENSES			
Plan Trustee Compensation	\$ -	\$ -	\$ -
Plan Trustee Expenses	\$ -	\$ -	\$ -
Attorney Fees Trustee	\$ -	\$ -	\$ -
Attorney Fees Debtor	\$ -	\$ -	\$ -
Other Professionals	\$ -	\$ -	\$ -
Other Administrative Expenses	\$ -	\$ -	\$ -
TOTAL ADMINISTRATIVE EXPENSES	\$ -	\$ -	\$ -

2. SECURED CREDITORS

3. PRIORITY CREDITORS

4. UNSECURED CREDITORS

5. EQUITY SECURITY HOLDERS

**TOTAL PLAN PAYMENTS**

\$ -

**QUARTERLY FEE PAID**

\$ -

**PLAN STATUS**

**YES**

**NO**

1. Have all payments been made as set forth in the confirmed plan? ☐

2. Are all post confirmation obligations current? ☐

3. Projected date of application for final decree ☐

I DECLARE UNDER PENALTY OF PERJURY THAT THE FOREGOING POST CONFIRMATION QUARTERLY REPORT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

Reorganized Debtor

By:

Title

Email & Phone

Easy Street Mezzanine 06/31/2010	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
CBIZ Accounting	0.00	0.00	0.00	0.00	12,048.67	12,048.67
David Wickline	0.00	0.00	0.00	1,535.97	0.00	1,535.97
Frank Rimerman & Co. LLP	0.00	0.00	0.00	0.00	1,393.55	1,393.55
Goodrich & Thomas, CPAs	0.00	0.00	0.00	0.00	16,100.00	16,100.00
Klehr, Harrison, Harvey, Branzburg & Eilers	0.00	0.00	0.00	0.00	18,534.17	18,534.17
Les Olson Company	0.00	0.00	0.00	0.00	687.50	687.50
McGladrey & Pullen	0.00	0.00	0.00	0.00	5,000.00	5,000.00
Merrit & Harris	0.00	0.00	0.00	0.00	1,066.67	1,066.67
Park City Surveying	0.00	0.00	0.00	0.00	638.33	638.33
Pitney Bowes	0.00	0.00	0.00	0.00	53.86	53.86
Shaner Design, Inc.	0.00	0.00	0.00	0.00	1,487.50	1,487.50
Sky Lodge-Inter-company	0.00	0.00	325.00	0.00	0.00	325.00
Staples Credit Plan	0.00	0.00	0.00	0.00	326.13	326.13
TOTAL	0.00	0.00	325.00	1,535.97	57,336.38	59,197.35